

2020 CHS Larsen Daily Threshold Program



Daily pricing at the market close each day as long as the market close price is at or above a threshold that is picked by the producer. Amount of bushels priced each day will be total unpriced bushels divided by remaining days in program. Available for December corn and November soybeans in 1 or 2 year options. *Not all bushels are guaranteed to price*

Program Dates:

1 year program: December 2020 Corn or November 2020 Soybeans

-February 20th, 2020 to August 14th, 2020. 124 Days

2 year program: December 2021 Corn or November 2021 Soybeans

-February 20th, 2020 to August 13th, 2021. 375 Days

Example: Producer puts 10,000 bu in 1 year corn program with \$3.80 pricing threshold.

Day 1- Market closes at \$3.85, 10,000 unpriced bushels/124 days remaining = 80.65 bushels priced at \$3.85, 9,919.35 bushels remain unpriced

Day 2- Market closes \$3.78, No bushels are priced

Day 3- Market closes \$3.77, No bushels are priced

Day 4- Market closes at \$3.87, 9,919.35 unpriced bushels/121 days remaining = 81.98 bushels priced at \$3.87, 9,837.37 bushels remain unpriced

Suggested Pricing Levels

| | | | | | |
|-----------|--------|--------|--------|--------|---------|
| Corn: | \$3.80 | \$3.90 | \$4.00 | \$4.10 | \$4.20 |
| Soybeans: | \$9.20 | \$9.40 | \$9.60 | \$9.80 | \$10.00 |

-1 year program: Corn 6 cents per bushel, Soybeans 8 cents per bushel

-2 year program: Corn 8 cents per bushel, Soybeans 10 cents per bushel

Price out remaining unpriced bushels on any day for 1 cent/bushel fee

No Minimum bushel quantity

Basis will need to be set before delivery